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Form 10-Q

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

(X) QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d)
OF THE SECURITIES AND EXCHANGE ACT OF 1934

For the quarterly period ended March 31, 1992

OR

( ) TRANSITION REPORT PURSUANT TO SECTION 13 or15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934
For the transition period from ____to_____

Commission file number 0-6079

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AMELCO CORPORATION
(Exact name of registrant as specified in its charter)

California	99-0068616
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)

19208 South Vermont Avenue
Gardena, California
(Address of principal executive offices)

90248
(Zip Code)

PROCESSED BY
11-11-V
MAY 19 1992

(310) 327-3070
(Registrant's telephone number, including area code)

Microfilmed by
Q-Data Corp. - St. Petersburg, FL

Not Applicable
(Former name, former address and former fiscal year, if changed since last report)

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Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months, and (2) has been subject to such filing requirements for the past 90 days.

YES X NO ____

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Class of Common Stock	Outstanding at March 31, 1992
Stated Value $2.50 per share	1,443,542

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AMELCO CORPORATION

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Amelco Corporation and Subsidiaries
Consolidated Balance Sheets

	(Unaudited) March 31, 1992	September 30, 1991
Assets		
Cash (note 4)	$ 1,060,000	$ 2,114,000
Receivables, net (note 2)	14,328,000	20,323,000
Inventories	89,000	100,000
Investment in and advances to joint ventures	30,000	347,000
Costs and recognized profits in excess of billings on uncompleted contracts	3,919,000	3,026,000
Prepaid expenses	394,000	592,000
Total Current Assets	19,820,000	26,502,000
Notes receivable	3,450,000	3,464,000
Property, plant and equipment, net	1,741,000	1,614,000
Other assets	74,000	51,000
Total Assets	$ 25,085,000	$ 31,631,000
Liabilities and Stockholders' Equity		
Short term borrowings	$ 755,000	$ -
Current portion of long term debt	281,000	500,000
Accounts payable	4,983,000	9,791,000
Accrued expenses	2,399,000	3,338,000
Federal and state income taxes	355,000	530,000
Billings in excess of costs and recognized profits on uncompleted contracts	3,175,000	4,388,000
Other current liabilities	498,000	668,000
Total Current Liabilities	12,446,000	19,215,000
Long term debt, excluding current portion	25,000	116,000
Deferred federal and state income taxes	23,000	23,000
Stockholders' equity:		
Common stock, stated value $2.50 per share, authorized 3,000,000 shares,issued 2,214,008	5,535,000	5,535,000
Additional paid-in capital	7,427,000	7,427,000
Retained earnings	2,640,000	2,326,000
	15,602,000	15,288,000
Less treasury shares	(3,011,000)	(3,011,000)
Total stockholders' equity	12,591,000	12,277,000
Total Liabilities and Stockholders' Equity	$ 25,085,000	$ 31,631,000

Amelco Corporation and Subsidiaries
Consolidated Statements of Income
(Unaudited)

	Six Months Ended March 31,	
	1992	1991
Revenues	$ 47,602,000	$ 42,733,000
Costs and operating expenses	42,561,000	37,641,000
Gross profit	5,041,000	5,092,000
General and administrative expenses	4,254,000	4,466,000
Operating income	787,000	626,000
Other income (expense):		
Interest expense	(75,000)	(76,000)
Other, net	139,000	111,000
Total other income (expense)	64,000	35,000
Earnings before income taxes	851,000	661,000
Income tax expense	320,000	249,000
Net earnings	$ 531,000	$ 412,000
Earnings per share:		
Net earnings per common share	$ 0.37	$ 0.29
Weighted average number of common shares outstanding during the period	1,444,000	1,444,000

Amelco Corporation and Subsidiaries
Consolidated Statements of Income
(Unaudited)

	Three Months Ended March 31,	
	1992	1991
Revenues	$ 23,010,000	$ 21,500,000
Costs and operating expenses	20,603,000	18,904,000
Gross profit	2,407,000	2,596,000
General and administrative expenses	2,179,000	2,275,000
Operating income	228,000	321,000
Other income (expense):		
Interest expense	(35,000)	(40,000)
Other, net	72,000	56,000
Total other income (expense)	37,000	16,000
Earnings before income taxes	265,000	337,000
Income tax expense	94,000	126,000
Net earnings	$ 171,000	$ 211,000
Earnings per share:		
Net earnings per common share	$ 0.12	$ 0.15
Weighted average number of common shares outstanding during the period	1,444,000	1,444,000

Amelco Corporation and Subsidiaries
Consolidated Statements of Cash Flows
(Unaudited)

	Six Months Ended March 31,	
	1992	1991
Cash flows from operating activities:		
Net earnings	$ 531,000	$ 412,000
Adjustments to reconcile income to net cash provided by operating activities:		
Depreciation and amortization	196,000	195,000
Provision for recovery of doubtful accounts	15,000	(10,000)
(Gain) loss on sale of assets	(3,000)	(1,000)
(Increase) decrease in assets and increase (decrease) in liabilities:		
Accounts receivable	5,980,000	4,248,000
Investment in joint venture	317,000	(291,000)
Inventories	11,000	16,000
Costs and recognized profits in excess of billings on uncompleted contracts	(893,000)	1,541,000
Prepaid expenses	198,000	(92,000)
Other assets	(23,000)	(20,000)
Accounts payable and accrued expenses	(5,748,000)	(4,260,000)
Billings in excess of costs and recognized profits on uncompleted contracts	(1,213,000)	333,000
Income taxes payable	(175,000)	3,000
Other liabilities	(170,000)	165,000
Total adjustments	(1,508,000)	1,827,000
Net cash provided (used) by operating activities	$ (977,000)	$ 2,239,000
Cash flows from investing activities:		
Decrease(increase) in note receivable	14,000	85,000
Proceeds from sale of assets	16,000	46,000
Capital expenditures	(336,000)	(66,000)
Net cash provided (used) by investing activities	$ (306,000)	65,000

(continued)

Ameico Corporation and Subsidiaries
Consolidated Statements of Cash Flows, continued
(Unaudited)

	Six Months Ended March 31,	
	1992	1991
Cash flows from financing activities:		
Net borrowings(repayments) under line of credit	755,000	(830,000)
Borrowings under long term debt	-	58,000
Repayments of long term debt	(309,000)	(204,000)
Dividends paid	(217,000)	(361,000)
Net cash provided (used) by financing activities	$ 229,000	(1,337,000)
Net increase (decrease) in cash and cash equivalents	(1,054,000)	967,000
Cash and cash equivalents at beginning of year	2,114,000	819,000
Cash and cash equivalents at end of year	$ 1,060,000	1,786,000

Arnelco Corporation and Subsidiaries
Notes to Consolidated Financial Statements

1. In the opinion of management, the accompanying unaudited consolidated financial statements contain all adjustments, consisting of normal recurring adjustments necessary to present fairly the Company's financial position as of March 31, 1992 and September 30, 1991, the results of its operations for the six months ended March 31, 1992 and 1991 and the three months ended March 31, 1992 and 1991 and changes in financial position for the six months ended March 31, 1992 and 1991. These condensed financial statements should be read in conjunction with the financial statements and notes thereto included in the Company's annual report on Form 10-K for the year ended September 30, 1991.

2. Retentions: Contract retentions which are collectible upon the owner's approval of contract performance on construction contracts are included under receivables and amount to $4,384,000 and $3,846,000 at March 31, 1992 and September 30, 1991, respectively.

3. Backlog: The backlog of uncompleted contracting work was approximately $45,475,000 on contracts in force as of March 31, 1992, compared with $51,893,000 as of March 31, 1991, inclusive of the Company's proportionate share of contract backlog from joint ventures amounting to $3,491,000 at March 31, 1991. There was no joint venture contract backlog at March 31, 1992.

4. Cash: Cash balances at March 31, 1992 include approximately $709,000 in restricted time deposits maintained in lieu of retention which will be released upon completion of the related construction projects. Interest income on these deposits are credited to the Company.

5. Dividends: On February 14, 1992, a $.15 per share dividend was declared payable to stockholders of record as of March 1, 1992. The dividend, which amounted to $217,000, was paid on March 16, 1992.

Amelco Corporation and Subsidiaries
Management's Discussion and Analysis of Financial Condition and Results of Operations

CAPITAL RESOURCES AND LIQUIDITY

Consolidated working capital increased to $7,374,000 at March 31, 1992 as compared to $7,287,000 at September 30, 1991.

The working capital ratio increased from 1.38 at September 30, 1991 to 1.59 at March 31, 1992 resulting primarily from reductions in receivables and accounts payable balances. The change in receivables, which decreased from $20,323,000 at September 30, 1991 to $14,328,000 at March 31, 1992 is attributable to a combination of factors including primarily a higher amount of customer billings issued in September, 1991 as compared to March, 1992 and improvement in collection efforts. Cash generated by the decrease in receivables and from contracting operations in the current year, together with available cash balances at September 30, 1991 were applied to reduce accounts payable and accrued expenses.

The Company and its subsidiaries continue to have available secured working capital lines of credit with two banks aggregating $5,632,000. Borrowings under these lines of credit aggregated $755,000 at March 31, 1992. It is believed that these lines of credit are adequate to provide the necessary and foreseeable working capital financing which may be required in 1992.

Although recessionary conditions in the national economy and California have not had a material impact on the Company's current operations, the Company has experienced increased competition in the industrial and commercial markets in which it does business. Construction backlog at March 31, 1992 approximated $45,475,000, as compared to $51,893,000 as of March 31, 1991. Although a prolonged economic slump in the national and state economies will have a dampening effect on the Company's volume and its profit margins, it is believed that the maintenance or improvement in the Company's liquidity and profitability will be largely dependent upon management's ability to bid and perform its construction obligations effectively, receive payments in a timely fashion and maintain adminstrative staffing levels which are responsive to changes in volume levels.

RESULTS OF OPERATIONS

Consolidated revenues increased by 7.0% and 11.4% in the three and six months periods ended March 31, 1992 as compared to the same period in the prior year. The change reflects an increase in revenue from the Utah electrical operations approximating $3,152,000 and the California electrical operations approximating $2,665,000 which were offset by a decrease of $961,000 in contracting volume in Hawaii. Contracting revenue in any given period is subject to fluctuations depending upon the timing of new work acquisition and scheduling requirements of the customer and is not necessarily indicative of future trends.

Amelco Corporation and Subsidiaries
Management's Discussion and Analysis of Financial Condition and Results of Operations
continued

Gross profits decreased by $189,000 and $51,000 in the three and six months periods ended March 31, 1992. Gross profits as a percentage of revenue were 10.5% and 10.6% in the three and six months periods ended March 31, 1992 as compared to 12.1% and 11.9% in the three and six months periods ended March 31,1991. The change is attributed to increased competitive pressures on contract margins.

General and administrative expenses for the six months period ended March 31, 1992 decreased by 4.7% from $4,466,000 in 1991 to $4,254,000 in 1992 and reflect primarily reductions in administrative compensation costs.

Interest expense decreased by $5,000 and $1,000 in the three and six months periods ended March 31, 1992 due primarily to decreased interest rates which more then offset increased borrowing levels in the current period.

Part II

Other Information

Item 4. Submission of Matters to a Vote of Security Holders

The Company held its Annual Meeting of Shareholders on March 27, 1992 at which 1,383,280 shares or 95.8% of outstanding shares were represented. At the meeting 99.9% voted for the election of Samuel Angelich, Mark Angelich and John Carmack as directors for the ensuing year and the appointment of KPMG Peat Marwick as the Company's independent accountants.

Item 6. Exhibits and Reports on Form 8-K

The Company filed a current report on Form 8-K, dated February 28, 1992, reporting a dividend on its common stock of $0.15 per share.

Signatures

Pursuant to the requirements of the Securities Exchange Act of 1934 the Registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Amelco Corporation

Date: May 14, 1992

Patrick T. Miike
Chief Financial Officer,
Vice President-Finance and
Treasurer